

# INSURANCE REGULATORY TRUST FUND

## State Investment Board

### Balance Sheet

As of 6/30/2006

	As of <u>6-30-06</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 737,757	\$ 595,792
INTERNATIONAL EQUITIES	362,007	301,360
DOMESTIC FIXED INCOME	1,293,147	1,014,594
INVESTED CASH (NOTE 1)	<u>1,290,511</u>	<u>1,058,689</u>
 TOTAL INVESTMENTS	 3,683,422	 2,970,435
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	8,628	9,024
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	509,583	421,996
DUE FROM OTHER AGENCIES (NOTE 3)	<u>57</u>	<u>49</u>
 TOTAL ASSETS	 <u>\$ 4,201,690</u>	 <u>\$ 3,401,504</u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,573	1,417
SECURITIES LENDING COLLATERAL (NOTE 2)	509,583	421,996
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>0</u>
 TOTAL LIABILITIES	 511,156	 423,413
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	2,978,091	2,690,119
CASH IN DURING YEAR (NOTE 5)	2,300,000	2,025,000
CASH OUT DURING YEAR (NOTE 6)	1,700,000	1,865,000
NET INCREASE (DECREASE)	<u>112,443</u>	<u>127,972</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>3,690,534</u>	 <u>2,978,091</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 4,201,690</u>	 <u>\$ 3,401,504</u>

# INSURANCE REGULATORY TRUST FUND

## State Investment Board Profit and Loss Statement For the Month Ended 6/30/2006

	Month Ended <u>6-30-06</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,046	\$ 92,856
SECURITIES LENDING INCOME	2,121	12,394
	<u>14,167</u>	<u>105,250</u>
 GAIN ON SALE OF INVESTMENTS	 27,472	 198,906
LOSS ON SALE OF INVESTMENTS	25,197	136,863
	<u></u>	<u></u>
NET GAINS (LOSSES) INVESTMENTS	2,275	62,043
 INVESTMENT EXPENSES	 678	 4,951
SECURITIES LENDING EXPENSES	2,008	11,760
SIB ADMIN EXPENSES	231	992
	<u></u>	<u></u>
NET INVESTMENT INCOME	13,525	149,590
 NET APPREC (DEPREC) MARKET VALUE	 (9,544)	 (37,238)
MISCELLANEOUS INCOME/(EXPENSE)	(8)	91
	<u></u>	<u></u>
TOTAL INVESTMENT INCOME	3,973	112,443
	<u></u>	<u></u>
NET INCREASE (DECREASE)	\$ 3,973	\$ 112,443
	<u></u>	<u></u>

# INSURANCE REGULATORY TRUST FUND

## State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2006

	As of <u>6/30/06</u>
ASSETS:	
<b>INVESTMENTS (AT COST)</b>	
LARGE CAP EQUITY	\$570,010
SMALL CAP EQUITY	180,362
CONVERTIBLE BONDS	<u>0</u>
TOTAL DOMESTIC EQUITIES	750,372
INTERNATIONAL EQUITY	396,368
FIXED INCOME	1,272,094
INVESTED CASH (NOTE 1)	<u>1,290,511</u>
<b>TOTAL INVESTMENTS AT COST</b>	<u><u>\$3,709,345</u></u>

**INSURANCE REGULATORY TRUST FUND**  
**Notes To Financial Statements**  
**June 30, 2006**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

**NOTE 4**    **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

**NOTE 5**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 6**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.